

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

IN THE MATTER OF THE APPLICATION OF	)	
WHITE HALL WATER DISTRICT FOR AN ORDER	)	CASE NO.
PERMITTING DEVIATION FROM MINIMUM	)	97-365
STORAGE CAPACITY REQUIREMENT	)	

O R D E R

On August 18, 1997, the White Hall Water District ("White Hall") applied for permission to deviate from Commission Regulation 807 KAR 5:066, Section 4(4), which requires that each utility maintain minimum water storage of one day's supply of its average daily usage. White Hall states in its application that merger proceedings are underway for the merger into a single water district of three separate water districts in Madison County, Kentucky, namely, the White Hall Water District (the Applicant herein), the Kingston-Terrill Water District, and the Waco Water District. Once the merger has been consummated and the operations of the three merged districts have been consolidated, the size and location of the additional water storage tank(s) should be evaluated from the vantage point of the merged district as a whole rather than from that of the Applicant alone.

The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

1. White Hall is not in compliance with Commission Regulation 807 KAR 5:066, Section 4(4).

2. Because of the time needed to plan, finance, and implement the merger of the three separate water districts and to construct water storage facilities, White Hall should be given until September 1, 2002 to comply with 807 KAR 5:066, Section 4(4).


IT IS THEREFORE ORDERED that:


1. White Hall is given until September 1, 2002 to comply with the provisions of 807 KAR 5:066, Section 4(4).

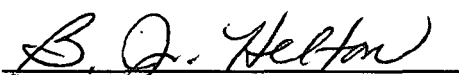
2. White Hall shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to September 1, 2002.

Done at Frankfort, Kentucky, this 5th day of September, 1997.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director